

RD00
St. Mary's College of Maryland

Capital Budget Summary

**Summary of State-owned Projects Funded in Governor's Request
(\$ in Millions)**

<i>Project Title</i>	<i>Prior Approp.</i>	<i>FY 2014 Request</i>	<i>Future Estimated</i>	<i>Estimated Total</i>	<i>DLS FY 2014 Recommd.</i>
Anne Arundel Hall	\$3.484	\$4.580	\$27.400	\$35.464	\$4.580
Total	\$3.484	\$4.580	\$27.400	\$35.464	\$4.580

<i>Fund Source</i>	<i>Prior Approp.</i>	<i>FY 2014 Request</i>	<i>Future Estimated</i>	<i>Estimated Total</i>	<i>DLS FY 2014 Recommd.</i>
GO Bonds	\$3.320	\$4.580	\$27.400	\$35.464	\$4.580
Nonbudgeted Funds	0.164	0.000	0.000	0.000	0.000
Total	\$3.484	\$4.580	\$27.400	\$35.464	\$4.580

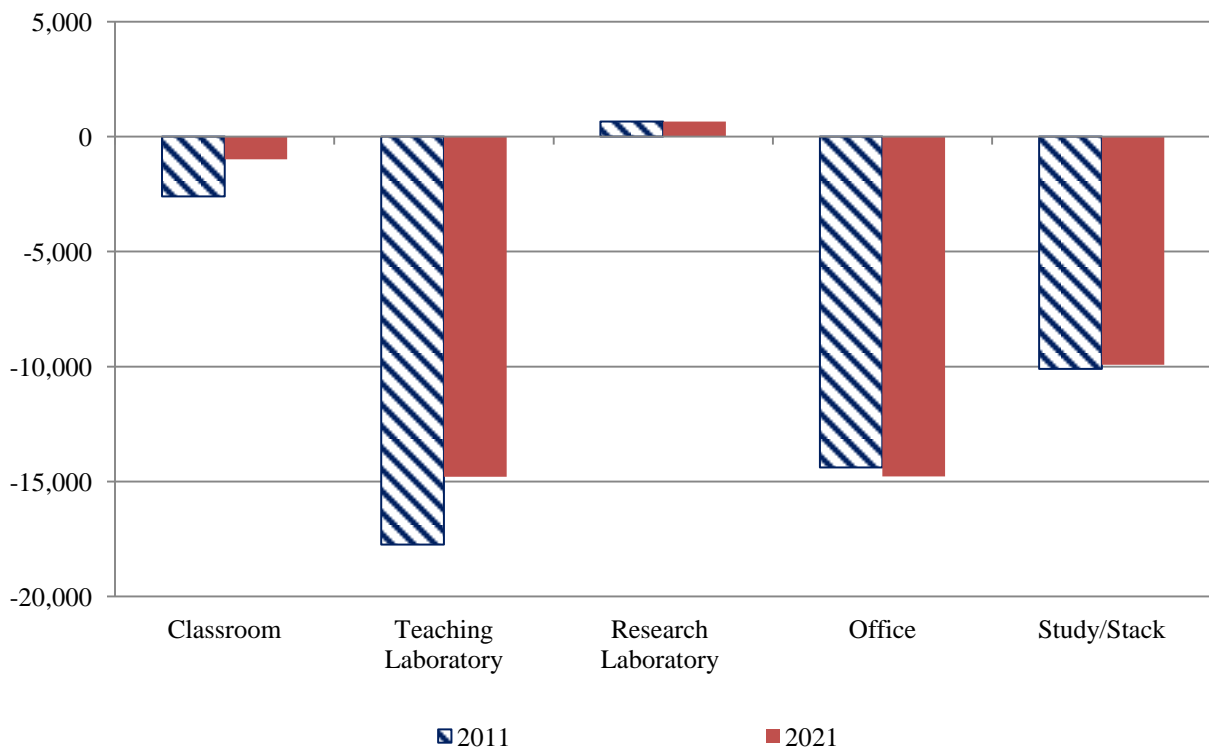
Summary of Recommended Bond Actions

1. Anne Arundel Hall Reconstruction
Approve.
2. Section 12 – St. Mary's College – Anne Arundel Hall
Approve pre-authorization for the 2014 session.
3. Section 13 – St. Mary's College – Anne Arundel Hall
Approve pre-authorization for the 2015 session.

Agency Performance Measures and Outputs/Population Data

According to the 2011 facilities inventory, St. Mary's College of Maryland (SMCM) academic space totals 174,380 net assignable square footage (NASF), which includes 25,746 NASF of classroom space; 44,998 NASF of teaching laboratory space; and 69,427 NASF of office space. In both NASF and student enrollment, SMCM is the smallest public four-year institution. **Exhibit 1** shows SMCM's self-reported space surpluses and deficiencies in fiscal 2011 and projected surpluses and deficiencies in fiscal 2021. SMCM currently expects to have space shortages in four of the five space categories. The Anne Arundel Hall (AAH) reconstruction project would provide four of the five types of academic spaces that SMCM needs and assist SMCM in expanding its partnership with Historic St. Mary's City (HSMC), which will also use the new facility. In the 2013 session *Capital Improvement Program* (CIP), SMCM also has a project to relocate athletic fields and begin design of a new fine arts building.

Exhibit 1
Academic Space Surpluses/Deficiencies
Net Square Footage



Source: Four-year Public Colleges and Universities Academic Space Surplus/Deficit: Fiscal 2011, Projected 2021, Maryland Higher Education Commission

Capital Improvement Program

State-owned Capital Improvement Program (\$ in Millions)

<i>Projects</i>	<i>Prior Auth.</i>	<i>2014 Request</i>	<i>2015 Est.</i>	<i>2016 Est.</i>	<i>2017 Est.</i>	<i>2018 Est.</i>	<i>Beyond CIP</i>
Anne Arundel Hall	\$3.484	\$4.580	\$17.700	\$9.700	\$0.000	\$0.000	\$0.000
Relocation of Athletic Fields	0.000	0.000	0.000	0.200	3.100	6.650	0.000
Music and Auditorium Building	0.000	0.000	0.000	0.000	2.500	2.900	50.200
Total	\$3.484	\$4.580	\$17.700	\$9.900	\$5.600	\$9.550	\$50.200

<i>Fund Source</i>	<i>Prior Auth.</i>	<i>2014 Request</i>	<i>2015 Est.</i>	<i>2016 Est.</i>	<i>2017 Est.</i>	<i>2018 Est.</i>	<i>Beyond CIP</i>
GO Bonds	\$3.320	\$4.580	\$17.700	\$9.900	\$5.600	\$7.050	\$50.200
Nonbudgeted Funds	0.164	0.000	0.000	0.000	0.000	2.500	0.000
Total	\$3.484	\$4.580	\$17.700	\$9.900	\$5.600	\$9.550	\$50.200

Budget Overview

Anne Arundel Hall Reconstruction

The fiscal 2014 budget programs \$4.6 million for site preparation, the construction of the Mill Field parking lot, and the demolition of the existing AAH. This is a decrease of \$1.32 million from the 2012 session CIP and the total project cost due to an accelerated project schedule which reduces cost escalation by 4%. The fiscal 2013 budget included \$0.3 million to continue preliminary design. When completed, the new AAH facility will provide modern laboratory and office space for expanding programs in archeology, history, and foreign languages. There will also be staff, laboratories, and artifact curation space for HSMC, which will greatly enhance the partnership between SMCM and HSMC.

The AAH reconstruction project includes the following components:

- relocate Margaret Brent Hall to create a bigger site space;

- demolish the original AAH to create space on campus for the new facility; and
- reconstruct AAH and build the new parking lot.

The design is now complete, and as of January 2013, the existing AAH building is now vacant pending demolition. The site where Margaret Brent Hall was located currently has temporary mulch and gravel to replace demolished sidewalks. The fiscal 2014 request restores construction funding to where it had been scheduled in the 2011 session CIP. Although the fiscal 2013 capital budget included \$310,000 in general obligation bonds for planning and archeological excavation, construction funding was delayed to fiscal 2015 to accommodate other budget priorities and to allow archeological work to be completed. Because the site is located within historical city boundaries, archaeological excavations must be completed before construction can begin, and this fiscal 2014 authorization allows that work to continue. Finally, there are two pre-authorizations to continue construction in later fiscal years. When the project is complete, HSMC will only be responsible for its own non-capital equipment and a share, to be determined, of operating expenses.

Given that HSMC is expecting an operating deficit in fiscal 2013, the President should comment on whether it is realistic to expect HSMC to contribute financially to the operating costs of the new facility.

SMCM also contributed an additional \$164,000 to the new AAH to support the design of green building features. The initial design appropriation in fiscal 2005 was before the State enacted its High Performance Building Standards for green buildings. SMCM agreed to fund the extra design costs related to green building design from internal college funds. The facility design will be designated, at a minimum, Leadership in Energy and Environmental Design Green Building Silver, with a goal of Gold.

AAH will create a new teaching and research laboratory and classroom space. While the current facility offers only 27,400 gross square feet (GSF), the new AAH would offer 39,119 GSF, an increase of nearly 12,000 GSF, or about 43%. About half of the new AAH includes space for classrooms, open labs, offices, a lounge, and a conference room, while the other half consists of space specifically set aside for HSMC's offices, curation, and research. A modern heating, ventilation, and air conditioning system in place will enable proper historical preservation of artifacts in HSMC's collection and assist HSMC with accreditation from the American Association of Museums. The building site is located on the edge of the SMCM campus and that of HSMC, so AAH is an ideal physical and programmatic location for the partnership of these two State organizations.

Operating Budget Impact Statement

Executive's Operating Budget Impact Statement (\$ in Millions)

	<i>FY 2014</i>	<i>FY 2015</i>	<i>FY 2016</i>	<i>FY 2017</i>	<i>FY 2018</i>
Anne Arundel Hall					
Estimated Operating Cost	\$0.000	\$0.000	\$0.295	\$0.249	\$0.256
Estimated Staffing	0.000	0.000	3.000	3.000	3.000

According to the fiscal 2014 CIP, AAH will impact the fiscal 2016 operating budget by almost \$0.3 million due to general costs for fuel and utilities, supplies and materials, and amortized equipment. Costs also rise to reflect 3 new regular positions to maintain the facility. As SMCM is funded through a State grant that rises with inflation, any new base costs are a significant expense for the school.

Summary of Other Projects in the Capital Improvement Program

Relocation of Athletic Fields

Funding has been added to the CIP to design and construct new outdoor sports facilities to replace existing facilities that will be displaced by the new Music and Auditorium Building. Additionally, SMCM would like to install artificial turf to improve the durability of its athletics fields. The athletic fields project moves athletic fields from space on the traditional campus to adjacent land owned by the college across Mattapany Road which is maintained by St Mary's County. This frees up a significant amount of space for future capital projects without placing future academic buildings across major roads. Phase I of the new sports facilities will include artificial turf. Phase II will include a new grass field and track, outdoor seating, lockers, storage facilities, concessions, and an announcer's booth.

New Music and Auditorium Building

This facility would construct a new space for SMCM's Music Department and provide a 700-seat auditorium and new exhibition space for the Boyden Art Gallery. Currently, the department and gallery are in Montgomery Hall, an overcrowded 33-year-old building. The new facility would address space deficiencies in office and study space. Site work for this project includes a 200-vehicle parking lot, as well as relocating existing utilities. This project also necessitates the relocation of

athletics fields, as mentioned above. The total CIP cost is currently \$55.6 million with initial design funding programmed in fiscal 2017.

Pre-authorizations and De-authorizations

As shown in **Exhibit 2**, the 2013 session CIP includes pre-authorizations for fiscal 2015 and 2016 to complete the construction for the Anne Arundel Hall project. These allow project bids to be conducted ahead of time and allow the project to be completed on time in mid-fiscal 2016.

Exhibit 2
Pre-authorizations
(\$ in Millions)

Project	FY 15	FY 16	FY 17	Reason
Anne Arundel Hall	\$17.7	\$8.9	\$0.0	To continue reconstruction of Anne Arundel Hall on schedule.

Source: Department of Budget and Management, Fiscal 2014 *Capital Improvement Program*

GO Bond Recommended Actions

1. Approve \$4.58 million in general obligation bonds for site preparation associated with the construction of the new Anne Arundel Hall on the campus of St. Mary's College of Maryland.
2. Approve the pre-authorization of \$17.7 million in general obligation bonds for the 2014 session for the reconstruction of Anne Arundel Hall on the campus of St. Mary's College of Maryland.
3. Approve the pre-authorization of \$8.9 million in general obligation bonds for the 2015 session for the reconstruction of Anne Arundel Hall on the campus of St. Mary's College of Maryland.